

August 29, 2006



Heat Storm:

Update on CPUC

Follow-up Actions

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Energy Division



PUC Action Plan Underway Now



Increase Targeted Energy Efficiency



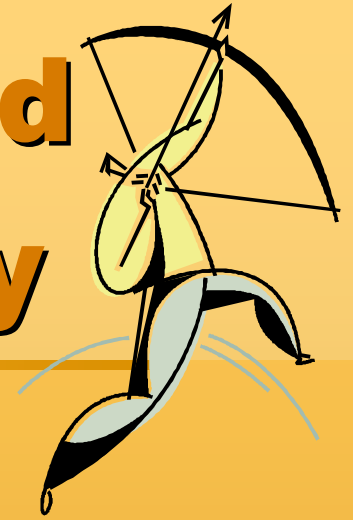
Increase Demand Response



New Local Generation



Increase Targeted Energy Efficiency



- PG&E and SCE now soliciting additional third party programs using 2006-2008 program budgets.
- Looking for innovative, targeted energy efficiency programs focusing on high-demand areas.



Increase Demand Response



Increased Air Conditioner Cycling



Demand Response Programs For This Summer



Demand Response Programs For 2007 and Beyond



Increase Air Conditioner Cycling

- **Peevey Assigned Commissioner Ruling August 15**
 - **Directs Edison to bring 300 MW more online by Summer 2007**
 - **Directs PG&E, SDG&E to report on opportunities**



Increased Demand Response Programs for this Summer

- **E-4009:** No advice letter. Initiated by Energy Division. Adopts a new triggering mechanism for the Demand Reserves Partnership program for the purpose of increasing demand response for the remainder of this summer.
- **E-4011:** SDG&E AL 1811-E. Approves modifications to SDG&E's C&I 20/20 Program for the purpose of increasing more demand response for the remainder of this summer.
- **E-4012:** PG&E AL 2870-E. Approves a modification to the Demand Bidding Program (PG&E/SCE/SDG&E) for the purpose of increasing demand response for the remainder of this summer.
- **E-4018:** PG&E AL 2880-E. Approves re-opening PG&E's Interruptible tariff for remainder of 2006 but not 2007.



Demand Response Programs for Next Summer and Beyond

- **Peevey Assigned Commissioner Ruling August 9**
 - **Directs new demand response proposals by August 30**
 - **Commission decision expected this Fall**



New Local Generation

- **Five New Generators for Edison**
 - Black Start
 - Dispatchable
 - Supports local distribution system
- **Edison RFO “Ultra Fast Track”**
 - Potential additional generation for 2007



Taking Stock and Planning for the Future

- Is our forecasting good enough?
- Are we out of the woods for this summer?
- What does next summer look like?

